# TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



## FISCAL MEMORANDUM

SB 280 - HB 622

March 27, 2021

**SUMMARY OF ORIGINAL BILL:** Authorizes Human Resource Agencies (HRAs) to conduct certain meetings by conference call or video conference and board members to cast votes by proxy under certain circumstances.

#### FISCAL IMPACT OF ORIGINAL BILL:

Decrease Local Expenditures –

Exceeds \$100/FY21-22 and Subsequent Years/Permissive

**SUMMARY OF AMENDMENT (005641):** Deletes and rewrites all language after the enacting clause such that the substantive changes: (1) change the members who are statutorily appointed to serve on the governing board (Board) of an HRA; (2) authorize the Board to determine the authority and compensation of the executive committee; (3) reconstitute policy councils within HRAs as advisory councils with additional membership; and (4) authorize the Board, executive committee, and advisory council to conduct a special or regular meeting by telephonic, electronic, or other means of communication under certain circumstances.

## FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Other Fiscal Impact – The extent and timing of any permissive, recurring decrease in local government expenditures cannot reasonably be determined.

Assumptions for the bill as amended:

- There are nine HRAs statewide.
- The proposed language:
  - o Removes an appointee of a county mayor from the Board;
  - Requires three or more municipal mayors to serve on the Board, rather than all mayors of municipalities within the HRAs district;
  - Authorized HRAs to appoint additional persons to the Board as required by state or federal guidelines; and
  - Authorizes the conduction of meetings via telephonic, electronic, or other means if, pursuant to Tenn. Code Ann. § 8-44-108, a physical quorum is present or a determination of necessity is filed with the Secretary of State.
- A precise impact to the number of members who will serve on HRA Boards as a direct result of the proposed language cannot reasonably be determined.

- It is unknown if Boards will opt to decrease the size of their membership; if Board members receive per diem for attendance at meetings; the extent of any per diem; the extent of any compensation which may be established for executive committee members; and the extent of any members who will participate by telephonic or electronic means; however, it is reasonably assumed that the proposed language will result in a permissive recurring decrease in local government expenditures.
- The extent and timing of any permissive recurring decrease in local government expenditures cannot reasonably be determined due to unknown variables.

## **CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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